

Example 3

Forested Buffer without Fencing (CP22) and Grasses Waterways (CP8A)

A Pennsylvania farmer would like to address the flow of runoff water from chicken houses that are entering a nearby creek.

- She is considering installing 5 acres of grassed waterways (CP8A)) between the chicken houses and the creek.
- In addition, 10 acres of forested riparian buffers (CP22) will also be installed along the creek.
- The contract will cover 10 years.
- Total Cost to establish the conservation practices are \$1,000/acre.
- Payments will be:

Signing Incentive Payment (SIP):

CP22; 10 acres x \$100.00/acre x 10 years =

\$10,000

CP8A; 5 acres x \$100.00/acre x 10 years =

\$5,000

One time payment.

Payment to Establish Conservation Practice: 100% of

eligible cost for buffer and waterway. 15 acres X 1000 =

(Note 50% paid by the FSA; 50% by PA)

\$15,000 One Time

Payment. Paid after practice is installed and certified

Practice Incentive Payment (PIP): 40% of installation =

\$6,000 Paid after installation

Annual Rental Payment and Maintenance Rate Payment:

*** Contact your Local FSA office**